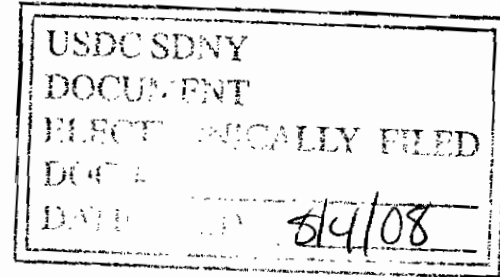


LYONS & FLOOD, LLP  
ATTORNEYS AT LAW  
65 WEST 36<sup>TH</sup> STREET, 7<sup>TH</sup> FLOOR  
NEW YORK, NEW YORK 10018  
TELEPHONE: (212) 594-2400  
FAX: (212) 594-4589



JON WERNER  
E-Mail: [jwerner@lyons-flood.com](mailto:jwerner@lyons-flood.com)  
ADMITTED IN NEW YORK,  
NEW JERSEY

July 25, 2008

**BY TELEFAX**

(212) 805-7941

Honorable Loretta A. Preska  
United States District Judge  
Daniel Patrick Moynihan  
United States Courthouse  
500 Pearl St., Room 1320  
New York, NY 10007

Re: Ergo Shipping SA v. Horus Shipping & Transport S.A.E.  
07 Civ. 7478 (LAP)  
Our file: 2602003

Dear Judge Preska:

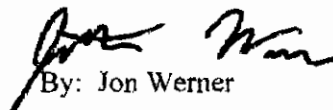
We are attorneys for plaintiff in this Rule B attachment action and write this joint letter pursuant to Your Honor's Order of May 30, 2008, directing the parties to write to the Court regarding the status of this action.

We report that the parties are continuing to negotiate towards a settlement of this case and request that the parties write a further status letter in thirty (30) days.

We thank you for your attention to this matter.

Respectfully yours,

Lyons & Flood, LLP

  
By: Jon Werner

*So ordered  
Loretta A. Preska  
USDC  
August 4, 2008*

NEW JERSEY OFFICE:  
1495 MORRIS AVENUE  
LION, NJ 07083  
TEL: (201) 569-4435 FAX: (201) 569-4438

CONNECTICUT OFFICE:  
19 COVENTRY LANE  
RIVERSIDE, CT 06878  
TEL: (203) 661-2355 FAX: (203) 661-2577